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July 28, 1997

### **BY HAND**

Mr. William F. Caton, Secretary Federal Communications Commission 1919 M Street, N.W., Room 222 Washington, D.C. 20554 RECEIVED

JUL 28 1997

FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

Re: Notice of Ex Parte Presentation

Closed Captioning and Video Description of Video Programming, MM Docket No. 95-176

Dear Mr. Caton:

This is to provide notice that the attached letter and accompanying exhibit were delivered to Chairman Reed E. Hundt and to the copyees listed below on July 25, 1997. An original and one copy of the letter and exhibit are being being submitted for inclusion in the above-referenced docket.

If you have any questions regarding the above information or enclosure, please contact the undersigned.

Sincerely,

Robert Hoegle
Robert L. Hoegle

RLH:tfb Enclosures

cc:

Chairman Reed E. Hundt

Commissioner James H. Quello (w/encl.)

Commissioner Rachelle B. Chong (w/encl.)

Commissioner Susan Ness (w/encl.)

Gretchen Rubin, Legal Advisor to Chairman Hundt (w/encl.)

Marsha McBride, Legal Advisor to Commissioner Quello (w/encl.)

Suzanne K. Toller, Legal Advisor to Commissioner Chong (w/encl.)

Anita Wallgren, Legal Advisor to Commissioner Ness (w/encl.)

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July 25, 1997

### BY HAND

Chairman Reed E. Hundt Federal Communications Commission 1919 M Street, N.W. Room 814 Washington, D.C. 20554 DAVID MACAIONE Vice President Business Affairs

Re:

Ex Parte Communication

Closed Captioning and Video Description of Video Programming

MM Docket No. 95-176

### Dear Chairman Hundt:

We understand that the Commission presently is considering the rules for implementing the closed captioning requirements of Section 305 of the Telecommunications Act of 1996. We recognize that the Commission must implement this legislation in a manner consistent with the Congressional intent which ensures that the hearing impaired, a significant segment of the viewing population, will have full access to video programming. Consequently, the Commission's rules cannot be undermined with an unlimited number of exemptions.

Nonetheless, Congress recognized that limited exemptions may be appropriate and consistent with its closed captioning mandate. With this in mind, Odyssey respectfully requests that the Commission consider a particularly burdensome circumstance potentially caused by mandatory closed captioning. Presently, Odyssey carries either live or "same-day" 15-20 religious services each week. Because of church and faith group restrictions, such services may be played only on the day they occur. Further, Odyssey must carry the services without commercial interruption. In short, Odyssey provides such services essentially as a public service to a wide variety of faith group viewers.

Odyssey estimates that the annual cost of closed captioning such religious service programming alone would exceed \$400,000. The production cost for such a religious service is very modest, and the closed captioning cost is likely to exceed one-third of the total production cost. Such high incremental captioning costs, coupled with the inability to recoup any costs through advertising revenue, make captioning this kind of public-service type programming prohibitive.

Odyssey respectfully requests that the Commission adopt a limited exemption from mandatory closed captioning for such non-commercial public service programming. Such exemption is consistent with the Commission's tentative recongnition in its Notice of Proposed Rule Making that the imposition of captioning requirements on programming which "typically

operates on a relatively small production budget" would be economically burdensome. Notice at ¶74 and 76. The absence of any replay value and advertising revenue and the need for real-time captioning exacerbate such burden. The proposed exemption could be narrowly limited to public-service programming (including religious and worship services) which is distributed without commercial interuption. By limiting the exemption to such programming without commercial interuption, the exemption would not be subject to abuse.

By way of background, Odyssey is a 24-hour-per-day cable programming service containing a mix of religious, moral/ethical, values-based and family-oriented programming seeking to build bridges of understanding among all people, to promote the values of love, justice, reconciliation and hope, and to introduce perspectives of faith and values into public and civil discourse while respecting the dignity of all peoples. Odyssey is interfaith and does not permit solicitation of funds, proselytizing or maligning any religious groups in its program service. The non-profit National Interfaith Cable Coalition ("NICC"), a consortium of 64 Protestant, Jewish, Roman Catholic and Eastern Orthodox faith groups and evangelical traditions, owns a controlling interest in and provides programming to Odyssey. Liberty Media Corporation is the other owner. The faith groups participating in NICC are identified in the enclosure.

We appreciate your thoughtful consideration of the above request. If you have any questions regarding Odyssey's request, please do not hesitate to have a member of your staff contact me.

Very truly yours,

David Macaione

Vice President of Business Affairs

David Macaione

DM/jsl Enclosure

cc: Commissioner James H. Quello (w/encl.)

Commissioner Rachelle B. Chong (w/encl.)

Commissioner Susan Ness (w/encl.)

Gretchen Rubin, Legal Advisor to Chairman Hundt (w/encl.)

Marsha McBride, Legal Advisor to Commissioner Quello (w/encl.)

Suzanne K. Toller, Legal Advisor to Commissioner Chong (w/encl.)

Anita Wallgren, Legal Advisor to Commissioner Ness (w/encl.)

William F. Caton, Secretary (2 copies) (w/encl.)

# The membership of the National Interfaith Cable Coalition includes the following faith groups:

African Methodist Episcopal Church

American Baptist Churches

Christian Church (Disciples of Christ)

Christian Holiness Association\*

Christian Reformed Church

Church of Jesus Christ of Latter-day

Saints

Church of the Brethren

Congressional Christian Churches

The Episcopal Church

Evangelical Lutheran Church in

America

Friends United Meeting (Quakers)

Greek Orthodox Archdiocese of North and South America

Jewish - New York Board of Rabbis

Lutheran Church-Missouri Synod

Mennonite Church

Moravian Church

National Council of the Churches of

Christ in the U.S.A.\*\*

Presbyterian Church (U.S.A.)

Reformed Church in America

Reorganized Church of Jesus Christ of Latter Day Saints

Roman Catholic Church

Salvation Army

Seventh Day Adventist

Union of American Hebrew

Congregations

Unitarian Universalist Church

United Church of Christ

United Methodist Church

## \*Christian Holiness Association represents:

Brethren in Christ

Evangelical Church of North America

Church of the Nazarene

**Evangelical Methodist Church** 

Churches of Christian Union

Wesleyan Church

**Evangelical Christian Church** 

World Gospel Mission

**OMS** International

## \*\*National Council of Churches represents:

African Methodist Episcopal Zion Church

Antiochian Orthodox Christian Archdiocese of North America

Armenian Church of America

Christian Methodist Episcopal Church

Coptic Orthodox Church in North

America

Hungarian Reformed Church in

America

International Council of Community

Churches

Korean Presbyterian Church in

America

Moravian Church in America-

Southern Province

National Baptist Convention of America

National Baptist Convention, USA,

Inc.

Orthodox Church in America

Polish National Catholic Church of America

milici ica

Progressive National Baptist

Convention, Inc.

Religious Society of Friends

Russian Orthodox Church in the

USA, Patriarchal Parishes

Serbian Eastern Orthodox Church in

the USA and Canada

The Swedenborgian Church

Syrian Orthodox Church of Antioch

Ukrainian Orthodox Church of

America

#### **Associate Members**

American Bible Society

Churches of Christ Crusade for Christ

Church Women United

Religious Public Relations Council

National Conference